

Project Aurora
Rationale for Fulfilment of Outstanding Data Requests
Signal Hill Capital Group LLC
03/21/03

	Premera Capital Requirements and Need for the Proposed Transactions	Allocation of Stock among AK, WA and other parties	View of Premera as a Public Company and Propriety of Transaction Structure
1. Inability to complete assessment of the evolution of strategy and capital plan, and hence, the need for the proposed transaction	C241 B102 B103 B106 B113	WA 06	
2. Inability to complete the assessment of Premera's ability to execute its business plan, create the growth based need for capital and, therefore, the need for the proposed transaction. Also, prevents us from making appropriate judgements about Premera's projections	B102 B103 B106 B113		
3. Inability to complete assessment of any compensation changes in the last few years and any management inurement issues that may be part of this proposed transaction	C210 C211		
4. Inability to complete assessment of BCBC affiliation	C246		
5. Inability to assess the need for capital that is the basis of the proposed transaction	C241 WA 20		
6. Inability to complete assessment of the allocation of proceeds between AK, WA and other parties		WA 06 WA 114 C243	
7. Inability to complete assessment of Premera's true financial position	C248 C250 C251 C252 C253 WA 20	C248	C250 C251 C252 C253 E 506

	Premera Capital Requirements and Need for the Proposed Transactions	Allocation of Stock among AK, WA and other parties	View of Premera as a Public Company and Propriety of Transaction Structure
8. Inability to complete assessment of Premera as a public company	C241		E 506
9. Inability to complete assessment of other rating agency, regulatory or self-governing body concerns and issues with Premera	C246		
10. Inability to complete assessment of any tax related impacts of the proposed transaction and related effects on future profitability and cash flow	WA 49 WA 50 E 439 E 452 874-910		WA 49 WA 50 E 506 E439 E452 874-910
11. Inability to assess Premera's organizational form and its impact on the foundations post-conversion	WA 13 WA 18 E 503		
12. Inability to complete the assessment of outside investment banking advice and basis for same to Premera and its Board of Directors in its consideration to pursue the proposed transaction	WA 04 WA 05		